



**COMMUNITY DEVELOPMENT COMMISSION  
of the County of Los Angeles**

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**Gloria Molina**  
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**Michael D. Antonovich**  
*Commissioners*

**William K. Huang**  
*Acting Executive Director*

August 12, 2008

Honorable Board of Commissioners  
Community Development Commission of the  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

Dear Commissioners:

**APPROVE EXCHANGE OF COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS  
BETWEEN THE CITIES OF CUDAHY, SAN FERNANDO AND LAWDALE  
(Districts 1,2,3)  
(3 Vote)**

**SUBJECT:**

The City of Cudahy has agreed to exchange \$180,000 in Community Development Block Grant (CDBG) funds with the City of San Fernando in exchange for \$72,000 in general tax revenues. The City of Cudahy has also agreed to exchange \$260,000 in CDBG funds with the City of Lawndale in exchange for \$143,000 in general tax revenues. This action will approve the reimbursable contract amendments implementing this exchange.

**IT IS RECOMMENDED THAT YOUR BOARD:**

1. Find that approval of the exchange of CDBG funds between the Cities of Cudahy, San Fernando, and Lawndale is not subject to the provisions of the California Environmental Quality Act (CEQA), as described herein, because the activities are not defined as a project under CEQA.
2. Approve Amendment No. 3 to CDBG Reimbursable Contract No. 70722 between the County of Los Angeles and the City of Cudahy, presented in substantially final form, to remove \$440,000 in Fiscal Year (FY) 2008-09 CDBG funds in exchange for \$72,000 in general tax revenues from the City of San Fernando and \$143,000 in general tax revenues from the City of Lawndale, pursuant to an agreement between the City of Cudahy and the Cities of San Fernando and



Lawndale, thereby reducing the amount of CDBG funds allocated to the City of Cudahy from \$1,460,323 to \$1,020,323.

3. Approve Amendment No. 7 to CDBG Reimbursable Contract No. 70745 between the County of Los Angeles and the City of San Fernando, presented in substantially final form, to add \$180,000 in CDBG funds from the City of Cudahy in exchange for \$72,000 in general tax revenues, pursuant to an agreement between the two cities, thereby increasing the amount of CDBG funds allocated to the City of San Fernando from \$2,192,231 to \$2,372,231.
4. Approve Amendment No. 8 to CDBG Reimbursable Contract No. 70735 between the County of Los Angeles and the City of Lawndale, presented in substantially final form, to add \$260,000 in CDBG funds from the City of Cudahy, in exchange for \$143,000 in general tax revenues, pursuant to agreements between the two cities, thereby increasing the amount of CDBG funds allocated to the City of Lawndale from \$2,286,051 to \$2,546,051.
5. Authorize the Executive Director of the Community Development Commission to execute on behalf of the County of Los Angeles the contract amendments, attached hereto in substantially final form, to be effective through June 30, 2009, following approval as to form by County Counsel and execution by all parties.

**PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:**

The City of Cudahy has executed agreements with the Cities of Lawndale and San Fernando to grant CDBG funds in exchange for general tax revenue funds. The proposed amendments will effectuate the transfer of these funds.

**FISCAL IMPACT/FINANCING:**

There is no impact on the County general fund. The City of Cudahy has agreed to transfer \$180,000 in FY 2008-09 CDBG funds to the City of San Fernando in exchange for \$72,000 in general tax revenues. The City of Cudahy has also agreed to transfer \$260,000 in CDBG funds to the City of Lawndale for \$143,000 in general tax revenues. The current contract amount for the Reimbursable Contract with City of Cudahy is \$1,460,323. The proposed amendment will reduce the contract amount to \$1,020,323.

The City of San Fernando has agreed to accept \$180,000 in CDBG funds from the City of Cudahy. The current contract amount for the Reimbursable Contract with the City of San Fernando is \$2,192,231. The proposed amendment will incorporate the new funds, thereby increasing the contract amount to \$2,372,231.

The City of Lawndale has agreed to accept \$260,000 in CDBG funds from the City of Cudahy. The current contract amount for the Reimbursable Contract with the City of Lawndale is \$2,286,051. The proposed amendment will incorporate the new funds, thereby increasing the contract amount to \$2,546,051.

**FACTS AND PROVISIONS/LEGAL REQUIREMENTS:**

The Cities of San Fernando and Lawndale will use the additional CDBG funds to implement CDBG-eligible projects for low- and moderate-income persons, while the City of Cudahy will use the general tax revenues for city operations.

The contract amendments, attached hereto in substantially final form, will be used for the proposed transfer of funds. The amendments will be effective following approval as to form by County Counsel and execution by all parties.

**ENVIRONMENTAL DOCUMENTATION:**

This action is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a)(3) because it involves administrative activities that will not have a physical impact on or result in any physical changes to the environment. These activities are not subject to the provisions of CEQA pursuant to State CEQA Guidelines 15060(c)(3) and 15378 because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

**IMPACT ON CURRENT PROGRAM:**

The proposed contract amendments will enable the Cities of Lawndale and San Fernando to increase the amount of CDBG funds available to administer and implement CDBG-eligible projects to benefit low- and moderate-income persons, and the City of Cudahy to use general tax funds for city operations.

Respectfully submitted,

  
for WILLIAM K. HUANG  
Acting Executive Director

Attachments: 3

**COUNTY OF LOS ANGELES  
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM  
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY  
AMENDMENT NUMBER 8**

CITY: LAWNDALE

CONTRACT NUMBER: 70735

THIS AMENDMENT NO. 8 TO CONTRACT 70735 is made this \_\_\_\_\_ day of \_\_\_\_\_, 2008, by and between the County of Los Angeles, hereinafter called the "County," and the City of Lawndale, hereinafter called the "Participating City."

WITNESSETH THAT:

WHEREAS, the County and the Participating City previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70735, dated July 1, 2006, and amended July 1, 2007, May 23, 2007, August 20, 2007, November 1, 2007, December 20, 2007 and June 18, 2008;

WHEREAS, the County and the Participating City desire to amend said Contract in order to reflect an exchange of \$260,000 in CDBG funds from the City of Cudahy for \$143,000 in general tax revenue funds so that the Participating City may gain additional funds to better implement its CDBG-eligible projects and the City of Cudahy for its general city operations;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70735 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended as follows: to show a revised compensation amount of two million five hundred forty-six thousand fifty-one dollars (**\$2,546,051**). This is an increase of two hundred sixty thousand dollars (**\$260,000**) to the contract amount.
2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Participating City has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF LAWNDALE

BY: \_\_\_\_\_  
WILLIAM K. HUANG,  
Acting Executive Director  
Community Development Commission  
of the County of Los Angeles

BY: \_\_\_\_\_  
  
TITLE: \_\_\_\_\_

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.  
County Counsel

APPROVED AS TO PROGRAM:

WILLIAM K. HUANG  
Acting Executive Director  
Community Development Commission  
of the County of Los Angeles

BY: \_\_\_\_\_  
Deputy

BY: \_\_\_\_\_  
Director, CDBG

**COUNTY OF LOS ANGELES  
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM  
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY  
AMENDMENT NUMBER 7**

CITY: SAN FERNANDO

CONTRACT NUMBER: 70745

THIS AMENDMENT NO. 7 TO CONTRACT 70745 is made this \_\_\_\_\_ day of \_\_\_\_\_, 2008, by and between the County of Los Angeles, hereinafter called the "County," and the City of La Puente, hereinafter called the "Participating City."

WITNESSETH THAT:

WHEREAS, the County and the Participating City previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70745, dated July 1, 2006, and amended May 9, 2007, August 28, 2007, November 1, 2007, February 21, 2008, May 15, 2008, and July 3, 2008;

WHEREAS, the County and the Participating City desire to amend said Contract in order to reflect an exchange of \$180,000 in CDBG funds from the City of Cudahy for \$72,000 in general tax revenue funds so that the Participating City may gain additional funds to better implement its CDBG-eligible projects and the City of Cudahy for its general city operations;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70745 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of two million three hundred seventy-two thousand two hundred thirty-one dollars (**\$2,372,231**). This is an increase of one hundred eighty thousand dollars (**\$180,000**) to the contract amount.
2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Participating City has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF SAN FERNANDO

BY: \_\_\_\_\_  
WILLIAM K. HUANG,  
Acting Executive Director  
Community Development Commission  
of the County of Los Angeles

BY: \_\_\_\_\_  
  
TITLE: \_\_\_\_\_

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.  
County Counsel

APPROVED AS TO PROGRAM:

WILLIAM K. HUANG  
Acting Executive Director  
Community Development Commission  
of the County of Los Angeles

BY: \_\_\_\_\_  
Deputy

BY: \_\_\_\_\_  
Director, CDBG

**COUNTY OF LOS ANGELES  
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM  
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY  
AMENDMENT NUMBER 3**

CITY: CUDAHY

CONTRACT NUMBER: 70722

THIS AMENDMENT NO. 3 TO CONTRACT 70722 is made this \_\_\_\_\_ day of \_\_\_\_\_, 2008, by and between the County of Los Angeles, hereinafter called the "County," and the City of Cudahy, hereinafter called the "Participating City."

WITNESSETH THAT:

WHEREAS, the County and the Participating City previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70722, dated July 1, 2006, and amended August 9, 2007 and July 1, 2008;

WHEREAS, the County and the Participating City desire to amend said Contract in order to reflect an exchange of \$260,000 in Fiscal Year (FY) 2008-09 CDBG funds with the City of Lawndale and \$180,000 in FY 2008-09 CDBG funds with the City of San Fernando, for a total of \$440,000, in exchange for a total of \$215,000 in general tax revenue funds from the Cities of Lawndale and San Fernando so that the Participating City may gain additional funds for its general city operations and the Cities of Lawndale and San Fernando may better implement their CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70722 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of one million twenty thousand three hundred twenty-three dollars (**\$1,020,323**). This is a decrease of four hundred forty thousand dollars (**\$440,000**) to the contract amount.
2. All other terms and conditions of said Contract shall remain in full force and effect.



IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Participating City has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF CUDAHY

BY: \_\_\_\_\_  
WILLIAM K. HUANG,  
Acting Executive Director  
Community Development Commission  
of the County of Los Angeles

BY: \_\_\_\_\_

TITLE: \_\_\_\_\_

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.  
County Counsel

APPROVED AS TO PROGRAM:

WILLIAM K. HUANG  
Acting Executive Director  
Community Development Commission  
of the County of Los Angeles

BY: \_\_\_\_\_  
Deputy

BY: \_\_\_\_\_  
Director, CDBG